

Wage
7/10/49/009
Teresa Bearden, CIC
Manager, National Risk
Bond Department
P. O. Box 650074
Dallas, Texas 75265-0074
214-470-7217

July 18, 1995

State of Utah Natural Resources
Oil, Gas & Mining
355 W. North Temple - 3 Triad Center
Suite 350
Salt Lake City, Utah 84180-1203

Re: Sunshine Mining Company - Bond Number 18 S 100125197
Burgin Project, East Tintic Mining District, Sec. 22, T. 10 S., R. 2 West
Utah County

Dear Sir or Madam:

The referenced reclamation bond has been in force since April, 1985. Our records indicated that the reclamation process was estimated to be completed by the end of 1994. As of this writing we are requesting a current status of the mining reclamation. ✓

If the bond can now be terminated please provide that release. If not, we would appreciate information relating to an anticipated completion date.

Thank you for your assistance in this matter.

Sincerely,

Teresa Bearden

cc: McQueary & Henry (insurance agency)
Sunshine Mining

m/049/009

NEW YORK -DJ- Chief Consolidated Mining Co. (CFCM) unveiled results of its first two drillholes in the silver-lead-zinc reserves of the company's Burgin orebody in Tintic, Utah.

The drillholes are part of an underground drilling program which is part of the company's permitting, dewatering and development programs in preparation for mining, Chief Consolidated said.

In a press release, Chief Consolidated said the first drillhole, which was directed to the southeastern area of the current known reserves, intercepted 104 feet of high grade mineralization that assayed at a per ton average of 21 ounces of silver; 32½ lead (640 pounds); and 4½ zinc (80 pounds).

The intercept included an 8 foot segment that assayed at a per ton average of 58 ounces of silver and 48½ lead (960 pounds), the company said.

The second drillhole, which was directed to the eastern area of the current known reserves, intercepted 55 feet of high grade mineralization that assayed at a per ton average of 10 ounces of silver; 32½ lead (640 pounds); and 11½ zinc (220 pounds), Chief Consolidated said.

The company said the intercept included a 17 foot segment that assayed at a per ton average of 16 ounces of silver and 33½ lead (660 pounds).

The company said drilling of a third hole has begun in the northeastern area of the current known reserves.

Additional drillholes to the northeast, north, and northwest are planned over the next two months to further expand the known area of the Burgin orebody, Chief Consolidated said.

(END) DOW JONES NEWS 02-22-95

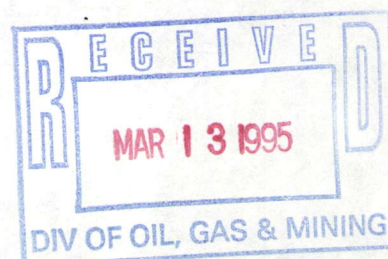
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NEW YORK, Feb 22 (Reuters) - Chief Consolidated Mining Co said assay results from the first two drillholes in its underground drilling program at the Burgin orebody resulted in "highly significant" ore intercepts.

The orebody is located on the company's East Tintic Operations Area properties in Utah. The drilling is designed to confirm and increase the orebody's proven and probable silver-lead-zinc reserves.

Chief said "the results of these initial drillholes will add substantial tonnage to the present reserves and increase the overall grade due to the elevated metallic values."

MORE

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Chief <CFCM.O> drilling extends Burgin orebody =2

Chief said the "ore intercepts were highly significant, not only in terms of the extremely high metallic values, but also because the drillhole results increased the width of the area that is now included in the current proven and probable Burgin orebody reserves."

Before these latest discoveries, the company said, the Burgin orebody's proven and probable reserves stood at an estimated 1,032,173 tons of ore containing, in place, 24 million ounces of silver, 550 million pounds of lead and 180 million pounds of zinc.

MORE

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Chief <CFCM.O> drilling extends Burgin orebody =3

Chief said drilling of a third hole has started directed to the northeastern area of the current known reserves. Additional drillholes are planned over the next two months as part of the permitting, dewatering and development programs in preparation for mining.

The company said the Burgin orebody is located on a 9,000 acre area of the company's properties that is subject to an agreement under which Akiko Gold Resources Ltd <AKI.V> can earn a 50 percent interest for \$10,140,000, of which \$1,140,000 has been received to date.

-- New York Newsdesk 212-859-1610.

REUTER

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